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German Democratic Republic

FIN Abstract

INTERIM REPORT ON DEPRECIATION LOSSES OF PEOPLE-OWNED ENTERPRISES; 1951 ANNUAL REPORT OF THE  
VHZ SCHROTT ( 40 pp; German; 18 Feb-12 Mar 52)

This document contains the following:

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1. A 4-page typewritten copy of an interim report, dated 18 February 1952, on the audit of depreciation losses, in accordance with the 14th directive to the Order on Financial Affairs of People-Owned Enterprises, of 23 August 1950. This report was issued by the Budget Control Office of the GDR Ministry of Finance.

Because of the huge quantity of documents only spot checks of the depreciation and scrapping reports could be made. The final report will not be ready until the middle of March 1952.

The interim picture looks as follows:

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Depreciation and scrapping losses occurred: 1. in the liquidation of consigned stock of the people-owned industry, and 2. in stocks exceeding plan figures stored with the people-owned industry. Of the 172.8 million DM surplus stocks, a decision must be reached on the usability of stocks valued at 40 million DM.

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So far losses in the amount of 19 million DM have been ascertained, which must be covered by the public treasury. If nothing can be realized of the 40 million DM's worth of stock mentioned above, a total of 59 million DM will have to be covered from the budget.

Added to this sum are 22 million DM losses from consigned stocks; thus maximum losses may total 81 million DM.

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2. On 12 March 1952, the 1951 report for the VHZ Schrott (People-Owned Scrap Trading Center) was issued by the Budget Control Office.

Introductory remarks describe some of the difficulties encountered by the VHZ Schrott during 1951, such as late submission of the 1951 plan; allocation of available funds to SAG's, people-owned enterprises, etc.; the refusal of certain plants to accept certain types of scrap, etc.

Fulfillment of the plan for the following scrap metals is described in detail: Steel scrap, scrap iron, copper scrap, aluminum, zinc, lead, and other nonferrous metals.

The VHZ Schrott had to move to the outskirts of Leipzig; the SAG (Soviet Corporation) Unruh and Liebig moved into the former location of the VHZ Schrott.

Invested capital of the VHZ Schrott rose by 4,145,600 DM to 10,715,900 DM.

The activities of the VHZ Schrott are described in great detail; plan fulfillment figures are given, and costs and subsidies are listed.

3. Evaluation of the 1951 report.

See also

abstracted by PDD.

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Foreign language document or microfilm of it is available from CIA Library, Ext

2 June 1952

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CENTRAL INTELLIGENCE AGENCY

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